

RETURNABLE LICENSE FEES*

Based on the number of licenses issued, payments are made to local governmental jurisdictions for the express purpose of enforcing the Liquor Control Code and the Rules and Regulations of this Commission in accordance with Section 543 of the Liquor Control Code. The applicable portion of the Code reads as follows:

AQuarterly, upon recommendation of the commission, the state shall pay in the manner prescribed by law to the city, village or township in which a full time police department or full time ordinance enforcement department is maintained, or if a police department or full time ordinance enforcement department is not maintained, then to the counties, to be credited to the sheriff-s department of the county in which the licensed premises are located, 55% of the amount of the proceeds of the retailers=licenses and license renewal fees collected therein, for the specific purpose of enforcing this code and the rules and regulations of the commission.@

Each license year, running from May 1 to April 30, four distributions of the 55% returnable portion of retail license fees are made, as follows:

| <u>Month Distributed</u> | <u>Period of Collection by MLCC</u> |
|--------------------------|-------------------------------------|
| June | April 1 to May 31 |
| October | June 1 to September 30 |
| January | October 1 to December 31 |
| April | January 1 to March 31 |

The June distribution covers the bulk of the annual license renewal, which takes place on or before April 30, while the other three distributions cover mostly new and renewal licenses issued during the rest of the year. Many jurisdictions have such a limited turnover of licenses that they may not receive anything other than one payment in June of each year.

Of the license fees collected, 41.5% of the proceeds are deposited in a special fund (Liquor License Fees) to be annually appropriated to the Commission for carrying out the licensing and enforcement provisions of the Code.

Also, 3.5% of the proceeds are credited to a special fund in the State Treasury for the purpose of promoting and sustaining programs for the prevention, rehabilitation, care and treatment of alcoholics.

All license fees which are not subject to be returned to a city, village, township or county for the specific purpose of enforcing this Code and the Rules of the Commission are deposited in the Special Fund. Any unencumbered or uncommitted monies in the special fund revert to the General Fund of the State for twelve months after the end of each fiscal year in which the funds were collected. This section does not include retail license fees collected for railroad or pullman cars, for watercraft, aircraft or the transfer fees provided in Section 525.

In addition, any licensee who is eligible and elects to sell spirits on Sunday pays an additional 15% of the fee charged for the issuance of his license and the revenue obtained is used by the Department of Public Health in programs for the treatment of alcoholics.

*Distribution of the retailers=returnable license fees collected is as detailed in P.A.417 of 1976 effective

January 9, 1977.

RETURNABLE FEES RELEASED BY COUNTY

LICENSING YEAR 2002-03

May 1, 2002 thru April 30, 2003

| COUNTY | AMOUNT | COUNTY | AMOUNT |
|----------------|-------------|--------------|--------------|
| Alcona | \$13,132.35 | Lake | \$9,647.55 |
| Alger | 13,482.15 | Lapeer | 31,353.85 |
| Allegan | 48,791.60 | Leelanau | 21,146.95 |
| Alpena | 25,726.25 | Lenawee | 45,785.30 |
| Antrim | 23,779.80 | Livingston | 62,626.30 |
| Arenac | 12,825.45 | Luce | 10,111.20 |
| Baraga | 8,144.62 | Mackinac | 28,771.80 |
| Barry | 17,936.60 | Macomb | 373,016.60 |
| Bay | 73,593.85 | Manistee | 22,766.15 |
| Benzie | 16,656.20 | Marquette | 50,684.70 |
| Berrien | 103,952.20 | Mason | 21,684.30 |
| Branch | 22,210.10 | Mecosta | 24,690.60 |
| Calhoun | 74,824.20 | Menominee | 19,768.65 |
| Cass | 22,270.60 | Midland | 32,184.90 |
| Charlevoix | 26,478.65 | Missaukee | 6,195.20 |
| Cheboygan | 35,025.65 | Monroe | 78,505.35 |
| Chippewa | 35,858.35 | Montcalm | 28,818.90 |
| Clare | 23,955.80 | Montmorency | 11,948.75 |
| Clinton | 27,651.80 | Muskegon | 95,728.05 |
| Crawford | 10,760.20 | Newaygo | 19,585.50 |
| Delta | 35,361.70 | Oakland | 610,635.30 |
| Dickinson | 23,909.60 | Oceana | 18,108.75 |
| Eaton | 39,935.50 | Ogemaw | 18,139.00 |
| Emmet | 39,203.45 | Ontonagon | 14,586.00 |
| Genesee | 206,490.35 | Osceola | 11,065.45 |
| Gladwin | 16,478.55 | Oscoda | 10,442.30 |
| Gogebic | 21,849.30 | Otsego | 26,183.12 |
| Grand Traverse | 58,174.05 | Ottawa | 69,303.30 |
| Gratiot | 19,193.90 | Presque Isle | 12,773.20 |
| Hillsdale | 16,002.25 | Roscommon | 25,301.10 |
| Houghton | 30,364.40 | Saginaw | 126,492.85 |
| Huron | 32,714.00 | St. Clair | 89,369.50 |
| Ingham | 138,415.20 | St. Joseph | 32,357.42 |
| Ionia | 23,583.45 | Sanilac | 21,233.85 |
| Iosco | 28,647.85 | Schoolcraft | 12,264.45 |
| Iron | 17,051.10 | Shiawassee | 32,520.95 |
| Isabella | 33,424.05 | Tuscola | 26,083.75 |
| Jackson | 85,021.20 | Van Buren | 39,095.10 |
| Kalamazoo | 119,345.05 | Washtenaw | 148,540.71 |
| Kalkaska | 8,244.50 | Wayne | 1,100,711.51 |
| Kent | 258,819.00 | Wexford | 24,626.80 |
| Keweenaw | 5,574.25 | | |

GRAND TOTAL

5,359,714.13